

STATE FAIR PARK

Budget Summary							
Fund	2014-15 Base Year Doubled	2015-17 Governor	2015-17 Jt. Finance	2015-17 Legislature	2015-17 Act 55	Act 55 Change Over Base Year Doubled Amount	Percent
GPR	\$6,952,400	\$6,649,200	\$6,649,200	\$6,649,200	\$6,649,200	- \$303,200	- 4.4%
PR	<u>38,207,000</u>	<u>41,682,500</u>	<u>41,682,500</u>	<u>41,682,500</u>	<u>41,682,500</u>	<u>3,475,500</u>	9.1
TOTAL	\$45,159,400	\$48,331,700	\$48,331,700	\$48,331,700	\$48,331,700	\$3,172,300	7.0%

FTE Position Summary						
Fund	2014-15 Base	2016-17 Governor	2016-17 Jt. Finance	2016-17 Legislature	2016-17 Act 55	Act 55 Change Over 2014-15 Base
PR	48.00	46.00	48.00	48.00	48.00	0.00

Budget Change Items

1. STANDARD BUDGET ADJUSTMENTS

PR	\$565,400
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Governor/Legislature: Provide \$282,700 annually for standard adjustments to the agency base budget, including: (a) \$276,500 annually for full funding of salaries and fringe benefits for continuing positions; (b) \$209,100 for increased staffing costs due to overtime; and (c) -\$202,900 for removal of non-continuing elements from the agency base. Non-continuing amounts were one-time increases budgeted in 2013-15 for limited-term employees (LTEs) to staff the Wisconsin State Fair and other large events at the Park.

2. STATE FAIR PARK OPERATIONS

PR	\$2,873,600
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Governor/Legislature: Provide additional expenditure authority of \$1,386,800 PR in 2015-16 and \$1,486,800 PR in 2016-17 for State Fair Park operations. Of the recommended amounts, \$518,100 each year is for costs of additional LTE staffing, while \$868,700 in 2015-16 and \$968,700 in 2016-17 is for additional costs associated with: (a) the State Fair midway and other entertainment acts during the State Fair; (b) costs for buildings and grounds maintenance; (c) utility costs; (d) agricultural show awards; and (e) advertising.

State Fair Park operations are funded by a continuing appropriation consisting of revenues from such sources as admissions, parking, facilities rentals and a percentage of sales made by vendors and concessionaires at Park events, primarily the annual Wisconsin State Fair. Under the continuing appropriation, the Park may expend all monies it receives, subject to approval by the Department of Administration (DOA). State Fair Park operations expenditures in 2013-14 were \$16.5 million, and total expenditures were \$21.1 million, including debt service and certain one-time facilities and equipment upgrades. Total revenues in 2013-14 were \$22.8 million. Under the bill, State Fair Park's PR-supported operations, debt service and related costs are budgeted at \$21.0 million in 2015-16 and \$20.7 million in 2016-17.

3. TRANSFER FUNCTIONS AND DELETE POSITIONS FOR DOA SHARED AGENCY SERVICES [LFB Paper 111]

	Governor (Chg. to Base) Positions	Jt. Finance/Leg. (Chg. to Gov) Positions	Net Change Positions
PR	- 1.00	1.00	0.00

Governor: Delete 1.0 human resources position from State Fair Park general operations for a shared agency services pilot program under DOA. Funding associated with the position (\$110,700 annually) would not be reduced, but rather reallocated to supplies and services to pay shared agency services charges assessed by DOA. The bill does not specify that incumbent employees would be transferred to DOA.

Transfer the following functions to DOA under the pilot program: (a) human resources services; (b) payroll services; (c) finance services; (d) budget functions; and (e) procurement services. Under the bill, DOA would be authorized to assess agencies for services provided under the pilot program in accordance with a methodology determined by DOA.

Joint Finance/Legislature: Delete provision. [See "Administration -- Transfers."]

4. PROVISION OF INFORMATION TECHNOLOGY SERVICES BY DEPARTMENT OF ADMINISTRATION [LFB Paper 110]

	Governor (Chg. to Base) Positions	Jt. Finance/Leg. (Chg. to Gov) Positions	Net Change Positions
PR	- 1.00	1.00	0.00

Governor: Require that all information technology services for State Fair Park be provided by DOA.

Delete 1.0 position from State Fair Park general operations to transfer responsibility for all information technology services to DOA. Funding associated with the position (\$106,100

annually) would not be reduced, but rather reallocated to supplies and services to pay charges by DOA for information technology services. The bill does not specify that incumbent employees would be transferred to DOA.

On the effective date of the bill, specify that the assets and liabilities of State Fair Park related to information technology, as determined by the Secretary of DOA, would become the assets and liabilities of DOA. In addition, on the effective date of the bill, specify that all tangible personal property, including records, relating to information technology would transfer to DOA. Further, all information technology contracts would remain in effect and would transfer to DOA.

Joint Finance/Legislature: Delete provision. [See "Administration -- Transfers."]

5. DEBT SERVICE REESTIMATES [LFB Paper 175]

GPR	- \$303,200
PR	<u>36,500</u>
Total	- \$266,700

Governor/Legislature: Reestimate budgeted principal and interest payments on State Fair Park facilities by -\$114,400 GPR in 2015-16 and by -\$188,800 GPR in 2016-17. Further, reestimate PR-supported principal and interest payments by \$247,000 in 2015-16 and by -\$210,500 in 2016-17.

GPR debt service is associated with bonds issued to fund primarily agricultural and other exhibition facilities at State Fair Park, as well as various land acquisitions, certain infrastructure projects, and the Tommy G. Thompson Youth Center. Total GPR debt service payments for State Fair Park are budgeted at \$3.4 million in 2015-16 and \$3.3 million in 2016-17. State Fair Park's remaining PR-supported debt service is primarily associated with the Milwaukee Mile racetrack and grandstand, the Wisconsin Exposition Center, and other general facilities improvements. PR-supported debt service is budgeted at \$4.2 million in 2015-16 and at \$3.7 million in 2016-17.

6. LAPSE REQUIREMENT

Governor/Legislature: Specify that the 2013 Act 145 requirement that State Fair Park lapse \$6,700 to the general fund from the unencumbered balances of PR appropriations in 2015-16 would also apply to 2016-17. [See "Budget Management and Compensation Reserves."]

[Act 55 Section: 4749]